

## City of Ann Arbor

301 E. Huron St. Ann Arbor, MI 48104 http://a2gov.legistar. com/Calendar.aspx

## Legislation Details (With Text)

File #: 20-0973 Version: 1 Name: 8/6/20 Purchase Refuse Trucks from Bell

**Equipment and Appropriate Funds** 

Type:ResolutionStatus:PassedFile created:8/6/2020In control:City CouncilOn agenda:8/6/2020Final action:8/6/2020

Title: Resolution to Approve the Purchase of Two Front Loading Refuse Trucks from Bell Equipment

Enactment #:

Company and to Appropriate Funding from the Fleet Fund Balance (Sourcewell - \$706,814.00) (8

R-20-298

Votes Required)

Sponsors:

Indexes:

Code sections:

Enactment date: 8/6/2020

Attachments: 1. Bell Eq - Front Load Quote.pdf, 2. Sourcewell - Heil Corp Contract.pdf

Date	Ver.	Action By	Action	Result
8/6/2020	1	City Council	Approved	Pass

Resolution to Approve the Purchase of Two Front Loading Refuse Trucks from Bell Equipment Company and to Appropriate Funding from the Fleet Fund Balance (Sourcewell - \$706,814.00) (8 Votes Required)

The attached resolution authorizes the purchase of two 2021 Autocar ACX64 truck chassis with Heil Half-Pack 44 yard front loading packer bodies at \$353,407.00 each for a total cost of \$706,814.00 from Bell Equipment Company for use by the Public Services Area, Public Works Unit.

Heil Corporation was awarded Contract Number 091219-THC by the Sourcewell cooperative purchasing program for front loading refuse trucks and Bell Equipment Company of Lake Orion, MI, is the dealer of record for Heil Corporation in the State of Michigan.

These front loading refuse trucks are used to service commercial dumpsters in the City. The City has three front loading refuse trucks that were scheduled for replacement over one year ago. Replacement was delayed as the City considered if it would continue providing commercial dumpster service. That determination is still pending but the existing trucks, well past their expected life span, have begun failing.

A vehicle listed in this resolution will replace a 2013 Mack chassis with a Heil packer body (#8517) with 11,429 hours of operation. Over its service life the total repair cost of the vehicle has exceeded 102% of its original purchase price.

A vehicle listed in this resolution will replace a 2013 Mack chassis with a Heil packer body (#8518) with 11,561 hours of operation. Over its service life the total repair cost of the vehicle has exceeded 118% of its original purchase price.

Truck #8518 has been completely removed from service because of a catastrophic engine failure.

File #: 20-0973, Version: 1

Truck #8517 recently underwent a significant, and costly, engine repair. Additional failures are possible as many components on these trucks are at or beyond their life cycles. The time out of service for a major repair would also have a negative impact on the Public Works Unit's ability to manage their collection routes. Since there is an approximately nine-month lead-time to take delivery of a refuse truck, approving this order is important to maintain the readiness of the fleet.

Bell Equipment Company complies with the requirements of the City's Conflict of Interest and Non-Discrimination ordinances.

<u>Budget/Fiscal Impact</u>: Replacement funding for these refuse trucks is available in the Fleet Fund as both units are fully depreciated. Funding for the purchase of these refuse trucks was budgeted in the previous fiscal year and those funds have lapsed into Fleet Fund Balance, requiring the requested appropriation in the approved FY21 Fleet Services Fund budget.

<u>Green Fleet Policy</u>: The Green Fleet Committee approved the need for the replacement of these vehicles, that the proposed replacement is consistent with the Green Fleet Policy, and recommended the approval of this resolution. The Sustainability and Innovations Manager has concurred with the actions of the Committee.

Prepared by: Matthew J. Kulhanek, Fleet & Facilities Unit Manager

Reviewed by: John Fournier, Assistant City Administrator Approved by: Tom Crawford, Interim City Administrator

Whereas, The Fleet & Facilities Unit needs to purchase replacement refuse trucks;

Whereas, Competitive bids were received by the Sourcewell cooperative purchasing program;

Whereas, Heil Corporation received the contract for front loading refuse trucks and Bell Equipment Company of Lake Orion, MI, is the dealer of record for Heil Corporation in the State of Michigan;

Whereas, Bell Equipment Company complies with the requirements of the City's Conflict of Interest and Non-Discrimination Ordinances; and

Whereas, Adequate funds for the purchase of these vehicles in the amount of \$706,814.00 are available in the Fleet Services Fund Balance:

RESOLVED, That City Council approve the issuance of a purchase order to Bell Equipment Company in the amount of \$706,814.00 for the purchase of two 2021 Autocar ACX64 truck chassis with Heil Half-Pack 44 yard front loading packer bodies:

RESOLVED, That funding in the amount of \$706,814.00 be appropriated from the Fleet Fund fund balance to the FY21 Fleet Fund operations and maintenance budget; thereby, increasing both the revenue and expenditure budget;

RESOLVED, That funds for the purchase of these vehicles are to be available without regard to fiscal year;

RESOLVED, That the vehicles being replaced (nos. 8517 and 8518) be sold at the next City vehicle auction after the vehicles are removed from service; and

RESOLVED. That the City Administrator be authorized to take the necessary actions to implement this resolution.